Previous references.
G. 75 of 02

1903.
(Gen'l Finance)

File No. 18 of 03-04
Serial Nos. 1 — 14

Later references.
(1) Sls 15-18 of the same file
(2) Gen. Fin 4 of 03.
(3) Gen. Fin 356 of 03.

P66

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1 — 14

Part B. for

SUBJECT.

Financial Arrangements for expenditure Connected with the 2nd installation of the Cauvery power Scheme.

1 Letter dt 2.7.03 from Messrs Coutts & Co.
States that they are sending a memo of charge on the Notes for Rs 11,00,000 remaining with them and that they have asked the Comptroller to furnish instruction under the Dewan's ~~instructions~~ signature as to the extent which they may follow Captain J.W. Thomson's directions

2. No. 394/194 dt 22.7.03 from the Comptroller
Encloses ~~Copy~~ for the Dewans Signature and despatch to Messrs Coutts & Co a memo of Charge on 11 Lakhs of Govt of India Securities remaining with them and requests further instructions re disbursements & payments for the 2nd installation.
G. R. S. 58

3 No. 273 of 30.7.03 to the Chief Engineer
Forwards Copy of 2 for favour of specifying the limits within which payments be made by Messrs Coutts & Co

states that he does not see any object in specifying the limit within which payments should be made by messrs Cowie & Co.

Returns the memo & charge on account of Govt of India Securities, duly signed by the Dewan.

6 No. 761 dated 19.9.08 from the Comptroller

Acknowledges the receipt of the memo and agrees to be informed of the instructions sought for by messrs Cowie & Co

7 No. 1248 dated 9.11.08 from the Comptroller

Intimates the receipt thro' the Bank of Bengal Calcutta of the Govt of India securities of the face value of 9 lakhs

8 No. 1320 dated 24.11.08 from the Comptroller

States with reference to the G.O. passing the provisional Budget grant for that if Govt agree with him he begs that the Dewan in whose name the account is maintained may be pleased to write to the Bankers direct

9 No. 1315 dated 20.11.08 from the Comptroller

Forwards a copy of the proposed Govt Electrical power Transmission and Installation account with messrs Cowie & Co

10 No. 1411 dated 13.12.08 from the Comptroller

Forwards a copy of his letter No. 1252 dated 9/12/08 from messrs Cowie & Co and states that they are awaiting the instructions from the Dewan.

11

Requests that the file of papers on the subject of the 2nd installation of the Electric power scheme may be forwarded to the Comptroller to draft for the Dewans signature a letter to the London Bankers re endorsement of new accounts opened by them

12. No. 2231 dated 24.12.08 from the Comptroller

Forwards a copy of his letter to messrs Cowie & Co requesting them to adjust the balance of £ 4766-15-4 which now stands to debit of the Electrical power 2nd Installation account

13 No. 70 dated 30.12.08 from the Private Secretary to H.H. the Maharaja

Communicates in detail the conditions and the conduct of the accounts in connection with the E.P.T. 2nd Installation

14. [illegible]

GOVERNMENT OF MYSORE

PŪRNAPRĀSĀDA,
BANGALORE.
30. VII

30/7/3

My dear Nanjundayya

Please see.

Whole correspondence regarding
Mr Bythi Complaint in
the Budget note with
Secretary's and ask him
Send a note some on
the point - Please also
unite and point
out Mr Bythi Complaint that
if he entertained a doubt
on the point his plain
duty was to have brought

it with notice of your
and sought pretexts
orders instead of referring
but incidentally in this
unfortunate in a sort of
complaining tone.
& that the Secretary
understood that Genl
H^o were to use the money
at our credit for adjusting
their calls -

Yours sincerely
Nicholas Biddle

The 1st Comptr writes to
me that he is extremely

any note about the
budget and that the
papers might be sent
- marked With. Please
therefore write up the
proceedings accordingly

2

Mysore Government,
Genl: & Rev: Secretariat.

Dated Bangalore 31st July 1903.

Dear Mr. McHutchin,

With reference to the correspondence that has taken place on the matter of the financing of the Second Installation of Electric Plant, the Comptroller has brought to notice in his notes appended to budget estimates, that Messrs Coutts & Co have opened a new account and that apparently they interpret the contract apparently as he in-terpreted in his letter No.6940/1943 dated 9th June 1903. This as you know is different from what you and the Dewan understood - i.e. that the money advanced by the Firm should be adjusted every month from money at our credit - without waiting for the starting of the Plant or the period of 24 months thereafter. In other words, clause 5 of the agreement was understood to be an independent clause by itself.

If the Firm has understood the matter in a diffe-rent light, it is necessary that steps should be taken to

arrive at a common understanding. I am desired by the Dewan therefore to send you herewith the whole corres-pondence on the subject with a request that a note may be kindly submitted to him on the point.

Yours sincerely,

H. Marigowda

W. McHutchin Esq,.

Chief Engineer in Mysore.

V

4/8/03. (18) Despd. on 4/8/03

No. 3

Dear Mr. Subbarayer,

In para 49 of your Note on the State Budget for the current year, you say that there was no necessity to raise loans from Messrs. Coutts & Co., at a minimum rate of interest of 4 p/c per annum for payments in connection with the 2nd Installation of the Cauvery power, & that these payments could have been met from the current account of Govt. with the Bankers.

With reference to this, the Dewan desires me to point out to you that if you entertained any doubts on the point, it was your plain duty to have brought it to the notice of Govt & sought for explicit orders instead of referring to it

I am carrying out the part submitted for appl & the Dewan

31/7/03

1183
31.VII.03

the proper way to proceed was to write separately about it

incidentally in your Budget note, as a sort of Complaint.

As the Correspondence shows, the Secretary D.P.W and the Dewan understood that Messrs Coutts & Co. were to use the money at our credit for adjusting the payments monthly. If the terms used are such or the Course adopted by the Company shows that they have been differently understood by the other Party, the matter will have to be decided by further Correspondence. The Secretary D.P.W has been requested to take action accordingly.

Yours Sincerely

instead of this, you mention it incidentally in the report about the revised estimates, where it could not be finally disposed of, and insinuate that Govt did wrong to go against your advice, and that therefore you should be relieved of your office to suggest any alternative lines for the budget.

5

Despo on 4/8

En file

4/8/03

No 4

Dear Mr. McHutchin,

With reference to the Correspondence that has taken place on the matter of the financing of the second Installation of Electric Plant, the Comptroller has brought to notice in his notes appended to Budget estimates, that Messrs Coutts & Co have opened a new account & that apparently they interpret the Contract apparently as he interpreted in his letter No. 6940/1943 of 9th June 1903. This as you know is different from what you and the Dewan understood — i.e. that the money advanced by the Firm should

In his note on the State Budget for the current year, the Comptr points out that with a large opening cash balance of 80 lakhs and with an income of nearly 2½ lakhs a month, realized by Messrs Coutts & Co, from Royalty on Gold Mining & from the Sale proceeds of electric power, from the 1st Installation, there was no necessity to raise loans from Messrs Coutts & Co., at a minimum rate of interest of 4% per annum for payment in connection with the 2nd Installation, and that these payments could have been met, free of any charge for interest, from the current account of the Govt with the Bankers.

I am therefore desired by

~~the Deccan to~~ Send you herewith the whole correspondence on the Subject with a request that a note may be kindly Submitted to him on the point.

Yours Sincerely

H

W. McHutchin Esq:
Chief Engr in Mysore.

be adjusted as by month from now at our Credit — without waiting for the Starting of the Plant or the period of 24 months thereafter. In other words Clause 5 of the Agreement was understood to be an independent Clause by itself.

If the Firm ~~any doubt~~ understood the matter in a different light it is necessary that steps should be taken to arrive at a common understanding I am desired by the Deccan therefore to ——

Comptroller's Office

5th August 1903.

Dear Mr.Nanjundaiyya,

Your D.O. of 31st July last received by me on the afternoon of the 4th Instant.

The subject matter refers to my confidential Budget notes submitted to Government under cover of a formal Official communication.

I beg therefore that any information or explanation which the Dewan may desire to have in connexion with these notes may be asked for in the same formal manner.

In the mean time I must take

P.T.

take this opportunity to protest most respectfully and at the same time most emphatically, against any attempt to construe my bare statements of certain facts and reasons into an "insinuation" against Government.

I am Yours sincerely,

E. Robertson

Notes Continued from that in
Coutts & Co. G.7 5ª 902

Subd to the Secretary
H.M. 4/7 A copy of the Chief
Engineer's Rpt may
be sent to the Comptr
for information &
guidance —
H
4/7/03

Draft submitted to the Dewan
4/7/3

G.7 5 902
Sl 10 } Copy of the letter was accordingly
forwarded to the Comptroller. &c
In reply he forwards copies of
two letters received by him from
Letter No 394 d/22.7.03 Messrs Coutts and Co and states
Sl 1902 that £4.7/8d have been paid
by the Bankers against £4,000/ to
Capt. Thomson - He solicits orders
as to the rate up to which pay-
ments may be made by Messrs
Coutts & Co to Capt. Thomson for
General pay &c salary &c in con-
-nection with the 2d installation
and also as to the apportionment
of the payments made for 2d Installa-
-tion - in England and in India

A memo of charge on 11 lacs of Govt of India Securities remaining with the Bankers is also submitted for Dewan's Signature.

Messrs Coutts and Co have also addressed the Dewan on the subject. They State that they have, in anticipation of sanction, made the following payments in England at the request of Captn. Thomson:-

£ 3,450-0-0 to Govt Co. on their Contract
£ 753-18-0 to Messrs Mechan & Sons.
£ 4,203-18-0.
£ 515-0-0 Capt Thomson has asked them to pay Messrs Escher Wyss & Co.
£ 4,718-18-0.

Supdt
Nov 28/7

The Chief Engineer may be requested to specify the limit as regards payments to be made under instructions by Capt Thomson. / Issue thus

The memo may be returned if any further instructions be received, the Comptr may / Submit to Dewan

Signed

Requested to name the
points on which they
are required.
Subd S Mukherjee

29/7/03

For the last point, please
send up again

30/7/3

The last point will be disposed
of after consideration — D.P.W.
(D.O. written to the Secretary to-
day J.

31/7/3

The Comptroller has sent a d.o.
reply to the letter sent to him. No
explanation was called for from him
so his letter may be filed. If in-
stead of protesting, he had dis-
claimed ~~it would be~~ any intention
to insinuate, perhaps the pur-
pose would have been better served.

In the budget order, perhaps
it may be asked that he shd

a separate
Submit a ~~formal~~ Communication
about the ~~B~~ ~~Kaiser~~ 2nd Installation
Contract.

Hm
- 6/8/3

Rd 6.8.03.
12038

03937

Please see my 2nd * (attached separately)
Upon of Wday.
In the same order
you enquire about this
out also - it would
help than an enquiry if
Industrie Wfort the form
of communication.
Let me see the draft -
with all the papers,

Hm
22.VIII.03

I do not find it convenient
to refer to this in the offi-
cial order. ~~It~~ it may not
be ignored, ~~It~~ a separate
reply may be sent. ~~It~~ Thus.

Hm
24/8/3

To the Treasr.

The Impne Secrt. Feild & Rev Secrt.

~~Office of the Dewan of Mysore.~~

File No. (if any)

Directions.

No., date and purport of receipts to be entered in red, and office note in black ink in order of dates.—To be written only on one side, and inside the line of margin.

S & O.K.

Office Note.

11

Branch Revenue branch.

Subject Letter no. 4116 dated 1st August 1903 from the Chief Engineer in Impne regarding the limit ~~to be Specified~~ within which Mesrs Coutts & Co should make payments under instructions by Capt. Thomson.

On an enquiry from Mesrs Coutts & Co the Chief Engineer was requested to specify the limit within which payments should be made by Mesrs Coutts & Co, London, under instructions by Capt. Thomson in connection with the purchase of Electrical & Hydraulic Plant for the 2d Installation. He states that the Agreement with Mesrs Coutts & Co was made before the tender for Home Contracts were received and accepted the figures for payment in England being taken at £ 40,000, that the actual Contracts sanctioned were for £ 47,504 and 10 % of it payable in June 1903 would therefore be £ 4,750 and each payment will also be greater proportionately, and therefore it will not be possible to specify any limit. ~~Besides this~~

He ~~stoter~~ further states that the actual months in which payments will be made cannot be accurately known as it depends on the dates the material is actually shipped as per terms of Contract-

The previous papers on the subject have been sent to the Chief Engineer for opinion with refee to the Notes made by the Comptroller in the Budget Estimates for 1903-04.

Subd. [illegible]
W.M.
12-8-903

[illegible]
[illegible]
[illegible]

The Mysore Govt. Cult Revenue.

~~Office of the Dewan of Mysore.~~

File No. (if any)

Directions.

No., date and purport of receipts to be entered in red, and office note in black ink in order of dates.—To be written only on one side, and inside the line of margin.

Sl No 6

Office Note.

13

Branch Revenue.

Subject Letter No. 787/293 dated 16th August 1903 from the Comptroller Mysore Govt. regarding the financing of the 2d Installation of the Cauvery Power Scheme.

The Comptroller acknowledges the receipt of the memo of Charges on the 11 Lacs of Govt of India Securities remaining with Messrs Coutts & Co. and states that the same will be forwarded to Messrs Coutts & Co.

He requests instructions on the following two points already referred by him in his former communication:—

1) the extent to which Capt. Thomson's requisitions may be complied with by the Company.

2) the adjustment of the payment already made for the 2d installation & also of future payments.

The above questions were refd

to the Chief Engineer for opinion
and he has replied (Vide the
+ St L. accompanying file). The
Secretary has ordered to
await the receipt of the papers
sent to the Chief Engineer in
another Connection.

Subd
PM 18/8/03. Deal with
that file
M
18/8/03

St 6 Three communications have been
received from the Comptroller,
Nizam's Govt, -

1) He acknowledges receipt of
the ~~Comptrol~~ Govt of India
Securities of the face value of
9 lacs from Messrs Coutts & Co
and states that he has re-
-posited the ~~Securities~~ papers with
the ~~the~~ Bank of Madras.

St Nov 4 2) He submits copy of accounts from
the Bankers which shows that
£4710-18-0 have been spent on
account of the 2nd Installation,
and requests to know whether
any instructions have been

issued to Messrs Coutts & Co for
advising the payments already
made and hereafter to be made
by them.

Remr
destroyed

3) He sends in a reminder to
the above ‡ and forwards copy of
a letter received by him from
Messrs Coutts & Co requesting to
furnish them with definite in-
structions as to the conduct of
the account-

In another reference the
Comptroller had suggested that
the English payments maybe
made as in the case of our ordi-
nary expre from Royalty accounts
and the Indian payments to be
met from our Treasuries & that
if the suggestion was approved
a letter to Messrs Coutts & Co
under the signature of the Dewan
may go. This procedure was
approved by Dewan and a
draft was subd to Secretary
on 4. 9. 03. The issue of that letter
will dispose of these cases-
Subd.
9/9/03.

Mysore Govt. Jud & Rev. Secretariat

~~Office of the Dewan of Mysore.~~

16

Office Note.

File No. (if any)

Directions.

No., date and purport of receipts to be entered in red, and office note in black ink in order of dates.—To be written only on one side, and inside the line of margin.

Branch - Revenue

Subject

Letter No. 1223/442 of 24th August 1903 from the Comptroller, Mysore Govt. re the financial arrangement with Messrs Coutts & Co., London, for the 2d. Installation at the Kaveri Falls.

With reference to para 5 of the order of Govt: passing Provincial Budget for 1903-04, the Comptroller states that his allusion to the subject in the Budget was only in explanation of the provisions proposed by him under Proposed Loss.

As regards the payments to Messrs. Coutts & Co on account of the 2d. Installation he suggests that the English payments may be made out of the current account with the Bankers and the Indian payment out of the Treasury Balances and that if this is agreeable the Dewan may be pleased to write to the Bankers accordingly under his own signature since the account is maintained in his name.

The papers on the subject have been

Referred to the Chief Engineer for opinion 1-1

BK
28/8/03

This may also be refd. in connection with Subd to the Dewan

R 28/8/03

Subd to the Diwan

The Chief Engineer's Note has been already received and is in circulation under the Dewan's orders.

The present letter from the Comptr is submitted to the Dewan for orders.

31/8/03
R 31/8/03

12629
Mysore 1-9-03

Herewith draft
according to
Comptr's

Early
3/9/03

Issued
1.IX.03

R 3/9/03

Issued with draft
R 3/9/03.

Submitted to the Chief Engineers Note

is as stated above, under circulation. The connected papers are not here. It is not known what the Chief Engineer has stated in the matter & how far the Comptroller's proposal affects the agreement already come to with Messrs Coutts & Co. (G.O.* 2087-89 dt 1.6.03). A draft is put up. It may be approved after referring to the connected papers & the Chief Engineer's note.

N
4/9/03

* G.75 Sr 902 Sl 2

Cl. cl.

Get the file please & put up at once.

4/9/03

Yr Putuh

Asstt Secy
Please see & let me have your opinion.
8/9/3

Submitted with a separate Memo
N 11/9/03

The Mysore Govt Records.

~~Office of the Dewan of Mysore.~~

File No. (if any)

Directions.

No., date and purport of receipts to be entered in red, and office note in black ink in order of dates.—To be written only on one side, and inside the line of margin.

* Rem^{r} discharged

* Sl 20 11

Office Note.

19

Branch Revenue -

Subject

* Letter No. 1711 dated 17th September 1903 from the Comptroller, Mysore Govt, and letter No. 60 * of the same date from the Chief Engineer in Mysore regarding the financial arrangement with Messrs Coutts &c.

Both the Officers state that Messrs Coutts & Co are awaiting instructions from the Dewan under his signature as to the conduct of the Electrical Power Transmission account.

The file was subd to Secretary Yesterday, ~~and~~ as ordered by him.

subd.
19/8

Shall make a separate file ? Submit this - Secretary today
With the Mem. file at
Ans - N
19/9/03

Redraft

Office Draft. (Letter.) 20

Mysore Dewan's Office,
Rev. Branch.

To Messrs Coutts & Co,
Bankers,
59 Strand
London

Date of passing the draft
Date of despatch

Regd. No.
File No. & date (if any)

No. of Encls.

~~Sir,~~ Gentlemen,

With reference to previous correspondence on the subject of periodical payments through you for the 2d Installation of the Kaveri Power Scheme, I have the honor to request that the English payments may be made out of my Current account with you, the instalments paid in England being treated in the same manner as our ordinary standing requisitions to be met out of our Royalty Account. The

ders were issued in the Financial (R 2087-8 dt 1.6.03 Paper 2)
Deptt approving of the terms which 4.7.8 for 02
were based upon the information (Vide statement of proposals appended)
given by Govt in the P.W. Deptt
to the Hon'ble the Resident in Mysore
in letter No 3151/1665-6 dated 24th Feby
1903. On receipt of this orders,
the Comptroller wrote to say that Letter No 6940/1943 dated
the orders would be communicated 9th June 1903.
to Messrs Coutts & Co and he requested (Paper 4).
~~instructions~~ to be informed 4.7.8 for 2
whether the several
payments to be made periodically
be treated as a loan repayable
with interest in 24 months from
the date of the starting of the plant
and not adjusted by the monthly
realizations of Royalty and by Sale
of Electric Power from the plant
at present working. He was R. 2274-5 dt 20.6.03
replied that the order meant Paper 5.
that the earnings of the new Instal- 4.7.8 for 2
-lation and any surplus revenue
from Cold royalties which became
available from time to time should
be utilized monthly in part pay-
-ment with interest of the sums
advanced to Govt and therefore

Indian payments will be made out of our Treasury balances on letters of credit issued to the Examiner, P.W. Accounts.

I have &c.

M Dewan.
4/9/03

Copy forwarded to the Comptr, Mysore for, with reference to his No. 1223/442 dated 24th August 1903.

By order

for Secy

Copy to the Chief Engineer in Mysore for information.

By order

for Secy.

M
4/9/03

OFFICE OF THE DEWAN OF MYSORE,—
(REVENUE AND GENERAL DEPARTMENTS).

(Full Office Note.)

‡ 1. No. and date of latest letter or paper.
2. Catch words to show nature of subject.
3. Subject to be in red and body of note in black ink.

‡ **Subject.**

Financial arrangements with Messrs Coutts & Co. in connection with the 2nd Installation, Cauvery Power Scheme.

* **Note.**

The preliminary proposals for the financing of the Second Installation were all carried out in the P.W. Dept^n and in the latter part of ~~the~~ May 1903, the papers were forwarded to this Office by the Chief Engineer for issue of necessary orders from the Financial Dept^n, to enable the Comptroller to arrange with Messrs Coutts and Co for the necessary payments in England and in India, as tenders for the machinery were accepted and an immediate remittance of the first instalment was required to be made. Accor-

Letter No 503-2678 dt 23-5-03 from the Ch. Engr. (Paper 1.)

* 1. Statement of case in narrative form in regular sequence of subject matter or date.
2. Opinions to be stated only as supported by precedents, or general rules which should always be quoted.
3. Serial numbers in file, &c., to be always stated.
4. Dates of important documents referred should be given.
5. Write on both sides, leaving the same side as margin.

the surplus with the Bankers need not be withdrawn.

2. In the meantime on a requisition from the Chief Engineer, a sum of Rs 40,000/ was ordered to be placed at the disposal of the Chief Engineer for collection of materials and clearing sites.

Fl 2089-90 dated 1st June 1903. Paper 3. G.75-902-03

3. Again, the Comptroller asked whether a sum of Rs 25,400/- allotted for certain works in connection with the scheme and Rs 40,000/(above referred to) formed part of the £70,000/ and, if so, whether the amount should be debited to a debt head subject to future adjustment from the loan of £30,000/ to be obtained from London for Indian payments. This was immediately followed by another letter, in which the Comptroller wanted to know whether the periodical payments by the Bankers have to be made out of their own or out of Govt monthly income from Royalty and the Earnings

Fl. Letter No. 7310-1497 Dated 24th June 1903 Paper 6 G.75-902-06

Letter No. 7335 of 24.6.03. Paper 7-G.75-902

of the Installation paid to their Bank to the credit of the Cash Current account, that of the former, whether no repayment can be made before the date of the starting of the Plant and whether it can be repaid within 24 months from the above date or has to be repaid in 24 monthly instalments, only from the Earnings of the new Installation and any Surplus Revenue from Gold royalties that may then become available from time to time - the Earnings from from the First Instalment being withdrawn and utilized for other purposes - Both the above communications were forwarded to the Chief Engineer for opinion, as the Connected papers were with him - The Chief Engineer replied that as the necessity for the Expenditure of Rs 25,200/ could not be anticipated at the time when the figure £70,000/ was given by Capt. Lotbeniere, it should not be considered as forming part of £70,000/, and that

H 2343 & 24.6.03
Papers &
4.75 903
H.8
Letter No. 3473 &
3.7.03
Papers 9.
4.7 5 903

Rs 40,000/ ordered for collection of materials and clearing sites may be considered as forming part of £ 70,000/, and that the debiting of the amount to a debit head may be accepted.

As regards the adjustments of the periodical payments he referred to the Govt Mos. already passed and said that such payments might be adjusted not only from the earnings of both the 1st and 2nd Installations but also from any surplus Revenue which the Bankers may have on hand or may receive from time to time on account of royalties. He added that the period within which the loan should be liquidated be within 24 months from the date of the starting of the plant or 42 months from the date of the 1st payment. This was communicated to the Comptroller.

(Paper 2)

H 121 dated 15th July 1903.

Paper No 10.
G. of S. Gol. H 10 4. Messrs Coutts & Co reported +

+ Letter dated 2nd July 03

Paper H. H 1 of this file

Mr Dewhurst

that they were in receipt of the Govt order and that they were asking the Comptroller to furnish them with instructions as to the extent to which they may follow Capt. W. Thomson's directions for general payments—

5. The Comptroller also intimated the above fact to Govt & added that Messrs Contts and Co had made payment of £4.718 against £4,000 agreed upon and had remitted the balance of the account with them to him.

Letter No 394 & 22nd Jan 1904
Papers 12.
H 602

6. The above letters was forwarded to the Chief Engineer with a request to specify the limit within which payments should be made under Capt. Thomson's instructions. The Chief Engineer replied that as the original figures were only approximate and the Contracts actually Sanctioned amounted to £47,504 the amount to be paid in June 1903 would amounted to £4,750. Consequently that there would be a proportionate rise in the payment

H 273 dr 30.7.03
Papers 13.
H 602

No. 4116 dr 1st August 1903
[illegible]

of instalments, and the actual months in which payments had to be made ~~if it~~ depended on the dates the materials were actually shipped it was not necessary to specify the limits within which payments should be made under instructions from Captn. Thomson.

5. Meanwhile, the Comptroller in his "Notes on the Budget Estimates for 1903-04" observed that with a ~~view~~ closing balance of 80 lakhs[+] and with an income of 2½ lakhs a month realized by Messrs Coutts & Co from Royalty on Gold mines & from the Sale-proceeds of Electric Power from the 1st Installation there would be no necessity for any sale of Govt paper or for any overdraft either on account of British Subsidy or on account of the 2nd Installation at the Cauvery Falls which would amount only to 7½ lakhs during the current year, but that the Govt have raised loans for the

[+] only an estimated balance

the 2nd Installation at a minimum rate of interest at 4% per annum, instead of meeting the payments free of any charge from the State Treasuries. This was referred to the Chief Engineer with the observation that the money advanced by the firm should be adjusted every month from money at the Govt credit without waiting for the starting of the Plant or the period of 24 months thereafter and that if the firm had understood in a different light steps should be taken to arrive at a common understanding. The Chief Engineer was also requested to submit a note on the subject to the Diwan.

D.O. dated 31st Aug
Pages 44-

The Comptroller was informed that such questions could not be conveniently dealt with along with the State Budget & was requested to make a separate ref[illegible] stating clearly what points required further explanation or action -

F. 483-523 R
20th August 19[illegible]

(in D.P.W File)

40

6. Captn Traill, Dy. Ch. Engr in his note dated 7th August 1903. states that the 1st proposal made to Coutts & Co was drawn up on wrong premises on the understanding that all the revenue from Gold and C. P. Scheme for 1903-04 had been forestalled, that in the final proposals the Dewan apparently thought that he might have some balances and provided in the additions he made to the terms with Coutts & Co for such balances being used. He further ~~orders~~ adds that the Comptroller's ~~mis~~ misunderstanding is due to the wrong wording of Proceedings dated 1st and 20th June 1903, that no mention is made of revenue from "Irrn Installation" in Captn Lothian's letter of 22nd April 1903 and Coutts & Co's Reply as is referred to in Govt Pros, that the arrangement made with Coutts & Co is not based on the advice of the P. W. D & therefore Comptroller's remarks were uncalled for and that the matter can be set right

The wordings were used in the letter to the Residency issued from the P. W. office & they were adopted in the Pros-regd.

as Messrs Coutts & Co cannot have had the "wrongly worded Proceed-ings" for more than a few days.

7. The Comptroller replied in explanation that he alluded to the case in the Notes not in view to obtain any orders on it but only in explanation of the provi-sions proposed by him under Profit and Loss, that the periodical payments in England may be made out of the Durbar's current account with the Bankers and the Indian payments out of the Treasury balance on letters of Credit issued to the Examiner, P.W. accounts and that if this was approved, Messrs Coutts & Co may be intimated of this ar-rangement under Devans Signa-ture. When this was submitted to Devan he directed a draft to be submitted accordingly.

Letter No 1223 & 442 24th August 1903. 81 &

8) There are three other Communi-cations from the Comptroller in one of which he acknowledges the receipt of 9 lacs Securities from the Bankers & that he has re-deposited them in the Madras Bank. Dr

Letter No 707 & 16.0.1903 293 816

Letter No. 1316/602 dt 1.9.03
St. 9

another Communication he informs that £ 4,718-18-0 have been paid by Messrs Coutts & Co towards the Scheme and that he has credited it in his accounts as advance from the Bankers. In the 3rd Communication he asks for definite instructions to be issued to the Bankers and encloses a copy of letter from them :-

Letter No 1477 dt 2-9-03.
St 10

9. The Chief Engineer submitted approximate Estimates for £ 85,830 x which was submitted to H. H. the Maharaja and the Dewan has passed the following orders on it :—

x based on the actual Cost of work done in India on the 1st Instal-ment.

"This has been communicated "to His Highness & it must now be "circulated to the Councillors for information -

Lists A & B, with an intimation of the increase in the total Expenditure will be sent to the Comptroller & he will be asked to send his proposals to finance to meet this Expenditure, He must be asked also to make immediate arrangements for the payment of money required here in India in the next three months, He will write to Messrs Coutts & Co giving them intimation of this extra Expre & asking them if they will give

the required advance on the terms already settled. This must be done at once."

Points for orders—

1) whether the terms proposed by the Comptroller may be communicated to the Bankers.

2) whether any limit can be fixed within which payments ~~can~~ should be made by Messrs Cutts & Co under instructions from Captn Thomsen.

3) The Dewan's orders on the revised Estimates submitted by the Chief Engineer.

If the 1st point is approved, the Bankers must be told to carry forward ~~in~~ each month any unspent balance of our money and keep it for expenditure later on. As Capt Trail observes, this will be necessary in the case of English Expenditure because the actual dates of Shipment cannot be foretold accurately."

2. As regards the 2d. point the Chief Engineer has already said that it is not possible to specify the limit.

3. As regards the ~~revised~~ orders of the Durbar on the revised Estimates it is not known what action has been taken by the Chief Engineer.

Hon'ble The Secretary.

9/9/3.

The Supdt's idea was to operate on our existing accounts with Messrs. Cutch'ee and, if any overdrafts were found necessary, to pay interest on such overdrafts as long as they remained unadjusted (vide his Do. of 17.3.03.

He was not for a fixed loan & separate financing on account of the 2d Installation.

After taking into consideration what the Supdt stated, the matter was submitted to His Highness & the draft to

the

Residency issued in the P.W.D
on 24.3.03. — No: 315-C.

In this Communication
the Residency, the terms of
the agreement with the Company
are stated briefly.

If as the Comptr. thought,
the 2nd. Installation could
be financed without asking
the Company to advance
money to the Extent of £70,000
as arranged for by
Captain Lotbiniere, there
was no necessity for obtaining
the sanction of the India Govt
to the terms proposed.

The wrong impression
created at the outset that
no portion of the revenue
derived from Royalty etc:
would be available, was
removed by the addition
made by the Dewan
in the draft to the Residency
that any available
surplus will also be utilized
for the repayment of
the loan.

Thus, the amount of
the loan & the terms
of repayment were
had

been practically settled by the selection of Mr G. & Mr had been obtained & the arrangement with the Coy for raising the required Capital of £ 70,000 and the modified proposals had been accepted by the Company, when the papers were on 28. 5. 03. transferred by the P.W.D. to the Ld. Financial Dept. Financial order no. 2087-S 31st June 03 was there upon drafted & sent to the Chief Engineer with the Secys D.O. dated 27. 5. 03, wherein the Chief Engineer was requested to see whether the draft was correct in respect of the terms etc: & to return the draft for issue. It was returned with the name of Captain Thompson substituted for Captain Lobb inserted & then issued.

x G. 7 5 for 82

On the D.O. letter of the Secy refd to above, the Chief Engineer has recorded

that the Chief suggestion
of the Comptr: (vide his
D.O. 8/17.3.03) has been
approved v. box. "any
surplus revenue ----
monthly (para 5 of
Govt order) dated 1.6.03.

If it be found
now that the order
is not clear in any
respect, it may have
to be modified to the
Extent required. But
we cannot ignore the
Contract altogether or
to any material Extent

As observed above
in para 7 of this note,
the Comptr: proposes
that the periodical
payments in England
may be made by the
Bankers (Messrs Grindlays & Co)
out of the Darbar's
Current account and
the Indian payments
out of our Treasy balance
on letters of Credit
issued

by the Examiner. They
amounts of his proposal
made in March 03.
It is not in accordance
with the terms settled
with the Company. The
total of £70000 includes
payments both in England
& in India. In their
letter of 28.4.03, Messrs
Cutts & Co have agreed to
advance the extent
of £70000. They say
that there will not be
any objection if the
Comptrollers proposal
that the surplus Royalties
be used monthly in part
payment of any sums
which may have been
advanced. The Mysore
Govt.

With his letter No 1477
of 7th Septr 03, the Comptr
submits a copy of letter
of 9/13.8.03 from
Messrs Cutts & Co, wherein
they say that they note

2.

That the Comptr has requested the Dewan to furnish them with definite instructions as to the conduct of the account. With reference to this Comm & in explanation of the terms already settled, a reply should be sent to the Company. In this reply the following points may be explained.

1. The cost as now estimated approximately comes to £~~86,830~~ 85,000

2. Payments will have to be made as ~~set~~ approximately forth in lists A & B.

3. That the Mess Cutts do will advance the Excess of £15,000 on the terms already agreed.

4. That the Bengal advance with interest in ~~24~~ will

be repaid in 42 months
from the Date of the first
payment by the Company
or in 24 months
from the starting of
the Plant, whichever
is found convenient
by the Nyasa Govt.

5. Amounts paid by
Messrs Cutt & Co on account
of C.P.S. 2d Installment
will be adjusted from
Surplus Revenues in their
hands either C.P.S. Revenue
Gold Royalty or any other
Moneys in the Credit of
the Nyasa Govt

6. When & how far
such adjust-
ments should be made
will be arranged for by
the Comptroller with
due regard to the current
demands to be satisfied
in England.

(monthly)

Such as allowances
for Home remittances
etc

7. A limit may be laid down within which the Company may meet demands made by Captain Thompson or Their Officer appointed in Connection with the 2d. Installation.

8. The Auditor should be asked not to withdraw the surplus with Messrs. Smith & Co without the special orders of Govt.

The balance with the Auditr on 31st July 03 was Rs 3,71,355/- vide Cash account submitted by the Auditr.

Payments made up to 30 July 1903 — £ 4718 " 18 " 0 s. d. —

Payments falling due in 1903-4 -

English payts.

June 03 - £800 £
Nov 03 & 4 3 24000.
March 04 3
March 04 3 7200.
& Feb June 04 -

Indian payts.

months payts.	Rupees -
Augt 03:	14500
Sept "	70600
Octr "	70600
Novr "	72100

English pasts.

1904-5. June 04 & Oct 04 } 7200.

April 05. 4800

Total 48.000£

Dec 03 75,100

Jan 04 to Oct 04 } 2,52,100

Total 5,55,000

or £ 37,000

Grand total - English & Indian pasts £ 85000.

The correct amount in accordance with abstract statement is £ 84930

Submitted to the Secretary

V.

11/9/03

A draft is put up for approval. I think that would make our position clear and free from any eventual difficulty.

The additions since made to the budget & others that are likely to occur hereafter are ~~to~~ very likely to make the working balance much

less than what it should be according to accepted estimate (75 lakhs). It is therefore advisable not to throw overboard altogether the Contract for loan as suggested by the Comptroller. The latter may be requested to advise Messrs Coutts, &c to keep an unadjusted loan of as much as we may have to retain for the proper working balance.

12/9/3

To the Dewan.

12927
12.9.03.

A letter was accordingly sent to Messrs Coutts & Co on 22nd Dec 1903 and they have acknowledged

Messrs. Coutts & Co.

Gentlemen,

Referring to Your letter to the Comptroller to U.S. d. 18 Aug/1903, I beg to communicate to you the following instructions as to the manner in which the transactions connected with the financing of the 2nd. installation of the Ravensdale Power Scheme should be carried on.

The Contract entered into with you provides for your ~~advancing~~ making the payments required for the work up to a limit of 70,000 £ according to requirements. This was the estimate made at the

outset; but later on it has been found that it has to be increased to 85000 £. As ~~will be shown later on,~~ after the monthly adjustments described below, the limit of 70000 £ need not be exceeded at any time, ~~and~~ so I presume that you will be ready to supply funds to the full extent required. I append ~~two~~ statements showing what Payments will be required approximately ~~do~~ in the course of the work – A for Payts in England & B for those in India.

3. The Payments that are made by you may be entered in a separate account ~~to~~ opened for this it is presumed the purpose. According to the terms agreed upon, your will be done only when there is no balance due to this Govt on account of Royalty and price of electric power sold remaining at your hands –

may adjust this every
month by crediting such
~~surplus~~ portion of the
as you may receive on account of
money due to ~~us~~ this fort-
night ~~gold~~ the royalty and price
of Electric Power sold. Be
~~remaining at your hands~~
~~after~~ as the Comptroller
may intimate to you from
~~time~~ to time. ~~Interest after~~
~~that adjustment~~ Interest will be
due to you only on the
balance (if any) of the
Payts ~~still~~ made by you.
till such adjustment is effected.
~~d~~ I have ~~therefore~~ instructed
~~You and~~ the Comptroller not
to withdraw any surplus
that may remain with
you ~~out of the two accounts~~ on account of the
royalty & the price of the electric
~~Counts till the close of~~
for such time as may be necessary to afford
you facilities ~~this account for~~ for ~~finance~~
for such payments and till the amount you have

This sentence is unnecessary and might be omitted as it will cause delay

proved for
~~Cing~~ the second Installation. renders such
a course necessary,

4. As it has been found
that the Loan Payments
can all be met by the
Current revenues ~~can~~
there will be no object gained
by drawing upon you, and
then making monthly
~~Requisitions~~, I may in-
form you that there is ~~——~~ no probability as
~~likelihood~~ far as I can see
~~as far as I can see at present~~ at present of
~~you being called upon to pay for this~~ your being called
upon to pay for
part of the expenditure. this

~~Anyhow~~

5. ~~With reference to your~~
~~enquiry~~ concerning the
limit within which you
may ~~borrow~~ meet the requisitions
from Capt Thomson,
I ~~You may~~ the statement

C.C.
The Comptr is
not here so
please let me see
this file tomorrow
early
14/9

Note
Ordered by Secretary on another file
that this should be taken to
the Comptr by a clerk of the
Financial Depot —
88.
16/9

As gives particulars of approximate requirements; and You may advance moneys as required within the limits therein given.

I shall feel obliged by

Your ~~letting me know~~ kindly acknowledging the receipt of ~~that~~ these instructions.

I have &c

are accepted and will be duly carried out.

Dewan.

Copy to Comptr for info & guidance

Secy DOSW for inform

Mem discuss
this draft with
the Comptroller —
If he has any more
suggestions I shall
be glad have you
phone tomorrow
at 1 PM. If not send
the final proposals

The statement must be
the modified statement
Please see that there is no mistake
about it.

22.X.03

12/9/3

OUSD

14.IX.03 —

46

To,

Messrs Coutts & Co:

Gentlemen,

In ~~Reference to~~ your ~~answered~~ letter to the Comptroller to Mysore Govt dated 13th August 1903, I have to communicate to you the following instructions as to the manner in which the transactions connected ~~with the finan-~~ ~~cing of~~ the 2d Installation of the Kaveri Power Scheme ~~should be carried on~~.

2 The contracts entered into with you provides

You ~~requested~~ to be furnished with definite instructions as to the conduct of the account in connection with

for you making the payments required for the work up to a limit of £70,000/- according to requirements. This was the estimate made at the outset, but later on it has been found that it has to be increased to £85,000/- As after the monthly adjustments described below, the limit of £70,000/- need not be exceeded at any time, I presume that you will be ready to supply funds to the full extent required. I append two statements showing what payments will be required approximately in the course of the work — A for payments

in England & B for the
in India

3. The payments that are made by you may be entered in a separate account opened for the purpose. This is pre sumed will be done only when there is no balance due to us for- on account of the gold Royalty and price of Electric power ~~SAVE~~ re- maining with you hands

According to the terms agreed upon, your payments entered in this account against these, every month by crediting ~~such portion~~ the whole or any portion of the money ~~you~~ which you may receive during the month for the

in behalf of this Govt, on account of two years preceding the ~~Gold Royalty and~~ above mentioned. ~~price of Electric power~~.

~~SAVE~~ Interest ~~to be~~

due by you ~~only~~ on the
balance (if any) of the
payments made by you
till such adjustment
is effected in which I have
instructed the Comptroller
not to withdraw any
surplus that may remain
with you on account of
the Gold Royalty & the
price of the Electric power due to this State
for such time as may
be necessary to afford
you facilities for such payments and adjustments
~~payments~~ and till
the account you have
opened for the Second
Installation renders
such a course necessary.

4. As it has been found
that the Indian payments
can all be met by the
current revenues, I
may inform you that

that there is no probability as far as I can see at present of you being called upon to pay for this part of the expenditure 5 Concerning the limit within which you may meet the requisitions from Captain Thompson the statement A gives, - Culars of approximate requirements, and you may advance money as required within the limits therein given. 6 I shall feel obliged by your kindly acknowledging the receipt of these instructions.

I have &

Dewan

Early

Redraft & submit when it is finally settled. Will 2.2.83

Copy to
The Comptroller for info & guidance.
The Secy. D.C.W. for info

H 138.
23.7.03

St 201.

General Payments in connection with the Second Installation of Power Contracts.

For ready reference we enclose a Copy of our letter of this date addressed to the Comptroller, [illegible]

We have the honour to be,

Sir,

Your most obed. Servants,

Catt & C

03175
To Secy
Please do not
overlook us in
matter until
20.VII.03

59, Strand, London,
W.C.
2nd July 1903.

Sir,

We have been favoured by the Comptroller with a Copy of the proceedings of the Government of His Highness The Maharajah of Mysore, relative to financing the Second Installation of the Cauvery Power Transmission Scheme.

We are returning Endorsed to you, as The Dewan of Mysore, Rs 900,000. of the Rs 2000,000. of Indian Govern-ment 3½ pct. Rupee Notes of 1865, deposited with us by the Mysore Government.

We beg also to acquaint you that we are sending to the Comptroller for your signature a Memorandum of charge on the Notes for Rs 1100,000. remaining with us, and we are asking the Comptroller to furnish us with instructions, under your signature, as to the Extent to which we may follow Capt. J.W. Thomson's directions for

P. N. Krishna Murti Esq.
C.I.E.
Dewan of Mysore
Bangalore, India.

190 R 1 58 (11)
23/7/03.

From

Coutts & Co
London.

To

THE SECY. TO THE GOVT. OF MYSORE,
GEN. & REV. DEPTS.

Dated 21/7/03.

Despatched

Received

General No.

No.

Enclosure No.

Informing that the Comptroller has favoured with a copy of the Proceedings relating to Insurance of the Second Installation of the Cauvery Power Transmission Scheme and stating that they will return for endorsement Govt of India 3 1/2 Percent Promissory of 1865 for Rs 9,000-0 of the Rs 20,00,000 deposited by the Mysore Govt.

References to be marked.

File pending
H
25/7

Copy.

Registered.

59 Strand. London W.C.
2nd July 1903.

Sir,

We are favoured with the copy which you send us of the proceedings of the Government of His Highness The Maharajah of Mysore relative to financing the Second Installation of the Cauvery Power Transmission Scheme. In accordance therewith we are returning to you Rs 9.00.000 Indian Government 3½ pCt Notes of 1865. part of the Rs 20,00,000 deposited with us by the Mysore Government. The Notes will reach you through our friends the Bank of Bengal. Calcutta, to whom we are forwarding the upper halves by this mail. & the lower halves by the mail of the 10th inst. for enfacement of payment of interest at Madras Your acknowledgment will oblige in due course.

We now send for signature by the Dewan and return to us a Memorandum of charge on the Rs 11,00,000 of Indian Government 3½ pCent Pp Notes of 1865 remaining with us. We shall also be glad to receive instructions from The Dewan as to the extent to which we may follow Capt. I. H. Thomson's directions for general payments; Salary &c, in connection with

E. R. Subrayar Esqre
Comptroller,
The Mysore Government
Bangalore, India

with the 2nd Installation of Power, re- the Cauvery Scheme. In anticipation of the receipt of such instructions we have paid at the request of Captn Thomson £3450. to the General Electric Coy. as a preliminary payment of 10 p Cent on their Contract, and the amount has been charged to a separate account which we have opened and designated, "The Electrical Power Transmission 2nd Installation Acct."

We have also paid on that account, Captn Thomson's Draft pr £753. 18.- in favour of Messrs Meehan & Sons, said to be a preliminary payment on their Contract.

Captn Thomson further advises us of the issue of his Cheque pr £515:- payable to Messrs Escher, Wyss & Co. being a preliminary payment on their Contract.

We are,
Sir,
Your most obedt Servants.
(Signed) Coutts & Co.

Treasury Accounts DEPARTMENT.

OFFICE OF THE

COMPTROLLER, GOVT. OF MYSORE,

BANGALORE, 22 July — 1903

From

E. R. SUBRAYER, Esq.,

COMPTROLLER. GOVT. OF MYSORE,

To D. V. Narasimhaya, Esqr

~~THE~~ SECRETARY TO THE GOVT. OF MYSORE,

General and Revenue DEPT.

SIR,

In acknowledging receipt of your docket No. 76 121 dated 16 July 1903 in re financing for the 2nd Installation Kavari Power Scheme, I have the honor to report that Extracts from my letter No. 7335 dated 24 June 1903 and letter No. 3473 dated 3 July 1903 from the Chief Engineer, in Mysore to your address as also Copies of Government Proceedings No. 76 2274/3 of the 20 June last and of this letter have been forwarded to Messrs Coutts & Co. for their information and guidance.

I enclose Copies of two letters dated 1st and 2nd July current, received from Messrs Coutts & Co by the last mail intimating an aggregate payment of £ 4718 against £ 4000 agreed upon on account of the 2nd Installation and the remittance of the balance of the Royalty account on the 30th June for the information of Government and the issuing of necessary instructions as desired by Messrs Coutts & Co. in para 2 of their letter of 2nd July in re the Extent to which payments may be made by them on the requisition of Captain Thompson. I also enclose for favor

of

R 145
25/7/03.

Treasury Accounts DEPARTMENT.

1903

From E. R. Subrayer, Esqr
~~THE~~ COMPTROLLER,
MYSORE GOVT.

To H. V. Nanjunda Iyya, Esqr
~~THE~~ SECY. TO GOVT. OF MYSORE,
General and Revenue Depts

Dated 22nd July 1903

Despatched 23

Received

No. 771

~~2nd~~ No. 174

SUBJECT MATTER.

Enclosing for the Dewan's signature and despatch to Messrs Foulis & Co memo of charge on the 11 lacs Gorakhpur Securities remaining with them and requesting further instructions in regard to the adjustment of the payments for the 2nd Installation Cauvery Power Scheme already made & will hereafter be made in England as well as in India.

MGOPB—23-3-02—300

File pertaining
R
25/7

of the Dewan's signature and despatch to Messrs Coutts & Co. the memo of Charge on the 11 lacs of Government of India 3½% Securities remaining with them and also for favor of any further instructions which the Dewan may find it necessary to issue to the Bankers in regard to the adjustment of the payments for the 2nd Installation already made and of payments that will hereafter be made in England as well as in India. The receipt of the 9 lacs worth of the Pro-notes stated to have been returned by them will be intimated on the Pro-notes reaching this office.

I have the honor to be
Sir
Your most obedient servant
G Thompson
Comptroller
JMD

59 Strand. London. W.C
1st July 1903

Sir,

We beg to hand you, herewith, the usual monthly statement of the Royalty account together with a List of the requisitions outstanding on the 30th Ult. and the Vouchers in support of the payments made by us on behalf of the Mysore Government.

The statement shews a balance of £9639-17-1

Reserving

Balance of £1000-0-0
Requisitions outstanding £2835-3-5 £3835-3-5

£5804-13-8

against which Capt. Thomson has authorized the payment of £3083-3-9 to the General Electric Co. in final settlement of their Old Contract, leaving for remittance to you £2721-9-11, for which we enclose First of Exchange of a Bill for Rs 40.742-13-8 on the National Bank of India, Madras, on demand.

Your usual acknowledgment will oblige

We are

Sir

Your most obedient Servants

(Signed) Contts & Co.

P.S.

Since writing the foregoing we have made the payment of £3083-3-9 above referred to and the Royalty account has been debited accordingly.

(Signed) Contts & Co

To E. R. Subraya. Esqr
Comptroller
Mysore Govt
India

59 Strand - London W.C
2nd Jan 1903

Sir.

We are favoured with the Copy which you send us of the proceedings of the Government of His Highness the Maharaja of Mysore relative to financing the Second Installation of the Cauvery Power Transmission Scheme. In accordance therewith we are returning to you Rs 9.00.000/- India Government 3½ % Notes of 1865, part of the Rs 20.00.000 deposited with us by the Mysore Government. The notes will reach you through our friends the Bank of Bengal, Calcutta, to whom we are forwarding the upper halves by this mail, and the lower halves by the mail of the 10th instant, for enfacement of payment of Interest at Madras. Your acknowledgment will oblige in due course.

We now send for signature by the Dewan and return to us a memorandum of charge on the Rs 11.00.000/- of India Government 3½ % Pro Notes of 1865 remaining with us. We shall also be glad to receive instructions from the Dewan as to the extent to which we may follow Capt. J. H. Thomson's directions for general payments, Salary &c in Connection with the 2nd Installation of Power, re. the Cauvery Scheme. In anticipation of the receipt of such instructions we have paid at the request of Capt. Thomson £ 3450/- to the General Electric Co. as a preliminary payment of 10% on their Contract, and the amount has been charged to a separate account which we have opened and designated "Re Electric Power Transmission 2nd Installation Account".

We have also paid, on that account, Capt. Thomson's

Capt.n Thomson's Draft for £ 753 – 18 – 0 in favo
of Messrs Meehan & Son and said to be a preli
minary payment on their Contract.

Capt.n Thomson further advises us of the
issue of his cheque for £ 515 payable to
Messrs. Escher, Wyttes & Co. being a preliminary
payment on their Contract.

We are
Sir
Your most obedient Servants
(Signed) Coutts & Co.

To E. R. Imbrage. Esqr
Comptroller
Mysore Commissariat
Indra.

"True Copies"

Comptroller

Office Draft. (Docket.)

The Mysore Government,
General & Revenue Secretariat,
Revenue Branch.

Sl 1903

To

The Chief Engineer
in Mysore

Date of passing the draft 30/7/03
Date of despatch 30

Regd. No. H 273
File No. & date (if any)

No. of Encls. one

Has the honor to forward herewith ~~a copy~~ a copy of ~~the~~ ~~original~~ letter No 394 dt 22nd July 1903 from the Comptroller, Mysore fort, ~~with its enclosure~~ for favor of specifying the limit within which ~~no reports~~ payments shd be made by Messrs Combe & Co under instructions by Capt. Thomson -

By order

H
30/7/03
for Secy.

Fn 30/7

Fl 2110/8-6-03

9

Mysore P.W.Department.

Central office,

No. 4116 Dated Bangalore, 1st August 1903.

From,

W.Mc Hutchin Esquire, M.I.C.E.,

Chief Engineer of Mysore.

To,

H.V.Nanjundayya Esquire, M.A., & M.L.,

Secretary to the Government of Mysore

General & Revenue Departments.

Sir,

With reference to your docket No.Fl 273 of 30th July 1903, requesting to specify the limit within which payments should be made by Messrs Coutts & Co., London, under instructions by Captain Thomson, in connection with the purchase of ~~Ele:~~ Electrical & Hydraulic Plants for the 2nd Installation of C.P.Scheme I have the honor to inform you that the Agreement, or arrangement with Messrs Coutts & Co. was made before the tender for Home contracts were actually received and accepted, and the figures for payments in England were taken at £40,000-vide Government order No. 2087-8 of 1st June 1903.

The contracts actually sanctioned amount to £ 47,504, therefore 10% payable in June 1903 should come to £ 4750 : and each of the payments hereafter will also be proportionately greater. I don't see any object in specifying the limit within which payments should be made by Messrs Coutts & Co. under instructions by Captain Thomson; and we don't even accurately know the actual months in which payments will be made, as this will depend on the dates the material is actually shipped as per terms of contra The dates given in Government order in para 1 can only be considered as an approximate guide as to when payments will probably fall due.

2. The file of papers forwarded with this office No.3473 of 3rd idem may obligingly be returned.

I have the honor to be,
Sir,
Your most obedient servant,

W. McHutchin

* Accepting G.E.Co's tender - vide Dewan's order of 17-5-03.
Messrs Escher Wyss & Co. do 28-5-03
" " Messrs Mechan & Sons do 25-6-03.

10

12

Office Draft. (Docket.)

The Mysore Government,
General & Revenue Secretariat,
Revenue Branch.

Sl No 5

To

The Comptroller, Nuppore Fort.

Date of passing the draft

Date of despatch 4-8-03

4

Regd. No. H 381.

File No. & date (if any)

No. of Encls. one

His letter No. 394 dated 22d July 1903 enclosing for Dewan's Signature the memo of charge on the 11 lacs of Govt of India 3½% Securities remaining with Messrs Coutts & Co. London in connection with the 2d Installation of the Cauvery Power Transmission Scheme.

Has the honor to return the above duly signed by the Dewan and request an acknowledgment.

By order

4/8/03

for Secy.

1st August 1903.

Six pence

Messrs Coutts & Co.

I have deposited with you on behalf of the Mysore Government Rs 11,00,000 Indian Government Promissory Notes in your name and you will hold the said Notes as Security to you for any sum by which the "Electric Power Transmission Second Installation" account you are opening for the Government may at any time be overdrawn.

It is understood that there will be left in your hands Indian Govt. Promissory Notes of a sufficient amount to afford a margin of value of 10% beyond any overdraft of the account, and should the necessity arise I undertake on behalf of the Government to lodge with you further Notes to preserve the said margin of security.

S/d. P. N. Krishna Murti

Dewan of Mysore.

No. 787/293

OFFICE OF THE COMPTROLLER OF MYSORE

Bangalore, 6 August 1903 189

From

E. R. SUBRAYER, Esq.,B.A.,B.C.E.

Comptroller, Mysore Government.

To H.V.Nunjundyya Esqr., M.A.,M.L.
~~The~~ *Secretary to the Govt. of Mysore,*

General & Revenue *Dept.*

SIR,

I have the honour to acknowledge receipt of the memorandum of charge on the II lacs of Government of India 3½% securities remaining with Messrs Coutts & Co. in connection with the 2nd. Installation of the Cauvery Power Scheme enclosed in your docket No. Fl,381 dated 4th. August 1903 duly signed by the Dewan of Mysore which will be sent Messrs Coutts & Co. by the next mail.

2. I beg to be informed if the instructions sought for by Coutts & Co. ~~and Co~~. from the Dewan in regard to the extent to which Captain Thomson's requisitions may be complied with and also in regard to the adjustment of the payment already made for the 2nd. Installation and of future ~~begs~~ payments that may be made therefor in England as well as in India.

I have the honour to be,

Sir,

Your most obedient servant,

Comptroller.

MYSORE GOVERNMENT
R 274
1903
11 AUG 1903
GENERAL AND REVENUE SECRETARIAT

Gen. 301

From

E. R. ST. BRAYER, Esq.,

Comptroller, Mysore Govt.

To

The Secretary to the Govt. of Mysore,

Rev. Dept.

Dated

Despatched 8/8

Received

General No 781.

No 298

Enclosure No.

In reply to

SUBJECT.

Acknowledges receipt of the memoran
of charge on the 11 lacs of Govt of India
B½% Securities remaining with Messrs Conto
& Co in connection with the 2nd installation o
the Sauvegh Power Scheme enclosed in yo
Docket No. R. 381 Dt. 4.8.03. signed by Di
Dewan which will be sent to Messrs Conto &
by the next mail & begs to be informed if the instruc
sought for by Contto & Co from the Dewan is regard to the all
to which Thompson's may to regis and bond may be Co

References (to be entered only in the Dewan's Office).

Recd.
17/8/03.

13

No 930/344

DEPARTMENT.

OFFICE OF THE

COMPTROLLER, GOVT. OF MYSORE,

BANGALORE, 11th August 1903 1900

74

From

E. R. SUBRAYER, Esq., B.A.B.C.E.

COMPTROLLER, MYSORE GOVERNMENT.

To H.V.Nanjundaiyya Esq., M.A.M.L.
THE SECRETARY TO THE GOVT. OF MYSORE,

General & Revenue DEPT.

SIR,

As promised in the concluding part of para 2 of my letter No.394/194 of 22nd July 1903, I have the honor to intimate the receipt through the Bank of Bengal, Calcutta, of the Government of India Securities of the fece value of nine lacs returned by Messers.Coutts & Co. London, out of the 20 lacs of such Securities held by them on account of the Kavari Falls Electrical Power transmission contrct account (1st. Ins-tallation) and that they have been redeposited with the Bank of Madras, Madras, for safe custody.

I have the honor to be,

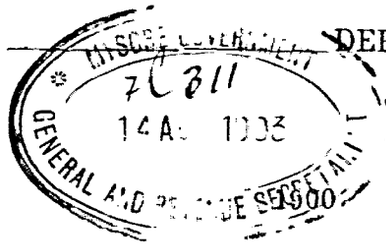
Sir,

Your most obedient servant,

E R Subrayer

Comptroller.

B.R.



DEPARTMENT

From

E. R. SUBRAYER, Esq.
COMPTROLLER, MYSORE GOVT.

To

THE SECY. TO GOVT. OF MYSORE,
Genl Sal Dept.

Dated

Despatched 14 Aug.

Received

General No. 733
No. 344

Enclosure No.

In reply to

SUBJECT.

intimating the receipt from the Bank of Bengal Calcutta of 2 gold bars Securities of the par value of 9 Lacs returned by Bank towards Loan out of Deposits of such Securities made by them on acct of the Mysore Falls Electrical Power Transmission contract account & they have been represented both Bills now as Securities for Loan &c -

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REFERENCES
To be entered only in the Dewan's Office.

14

TREASURY ACCOUNTS DEPARTMENT.

OFFICE OF THE

COMPTROLLER, GOVT. OF MYSORE,

BANGALORE, 24th August 1903

From

E. R. SUBRAYER, Esq., B.A.B.C.E.

COMPTROLLER. GOVT. OF MYSORE,

To H.V.Nanjundayya, Esq., M.A.M.L.

~~THE~~ SECRETARY TO THE GOVT. OF MYSORE,

General and Revenue DEPT.S

SIR,

With reference to para 5 of Govt: Order passing Provincial Budget for 1903-4, I have the honor to submit that the subject of the Financial arrangement with Messrs.Coutts & Co., London for the 2nd Installation at the Cauvery Falls was alluded to in my Budget notes not in view to obtain any Government orders on it, but only in explanation of the provisions proposed by me under Profit and Loss.

2. The day after the submission of the Budget, I have made the necessary separate official communication to you in my No.394/104 dated 22-7-03 enclosing copies of Messrs.Coutts & Cos, letters of the 1st and 2nd July and asking for the favor of the Dewan's further instructions to the Bankers in regard to the adjustment of the payment for the 2nd Installation already made by them and of the payments that will hereafter be made by them.

3. I have only to repeat here that the periodical payments referred to in Government Order No.Fl:2037-3 dated 1st June 1903 can be made, the English payments, out of our current account with the Bankers and the Indian payments out of our Treasury Balances.

4. If Government agree with me, I beg that the Dewan in whose name the account is maintained may be pleased to write to the Bankers accordingly under his own signature. The instalments due in England being treated by the Bankers in the same manner as our

MYSORE GOVERNMENT
367
27 AUG 1903
FINANCIAL AND REVENUE SECRETARIAT

(22)

DEPARTMENT.

1903

From E. R. Snibroyer Esq. B.A. B.C.E.
~~THE~~ COMPTROLLER,
MYSORE GOVT.

To H. V. Nanjundayya Esq. M.A. M.L.,
~~THE~~ SECY. TO GOVT. OF MYSORE,
General and Revenue Depts.

Dated

Despatched 24/8

Received

No. 1223

No. 442

SUBJECT MATTER.

With reference to para 5 of Government order passing Provincial Budget for 1903-4, States that if Government agree with him, he begs that the Dewan in whose name the account is maintained may be pleased to write to the Bankers accordingly under the Dewan's own Signature. The instalments due in England being treated by the Bankers in the same manner as our ordinary standing requisitions to be met out of our Loyalty account and the Indian payments being made on letters of credit issued to the Examiner, P. Harris Secretary

MGCPB—23-3-03—500

ordinary standing requisitions to be met out of our Royalty Account and the Indian payments being made on letters of credit issued to the Examiner, Public Works Accounts.

I have the honor to be,

Sir,

Your most obedient servant,

E Robertson

Comptroller.

15

..TREASURY ACCOUNT DEPARTMENT.

OFFICE OF THE

COMPTROLLER, GOVT. OF MYSORE,

BANGALORE, 28 August 1903
1st Sept. 1903

From

E. R. SUBRAYER, Esq., B.A.B.C.E.

COMPTROLLER. GOVT. OF MYSORE,

To H.V.Nanjundayya, Esq., M.A.M.L.
THE SECRETARY TO THE GOVT. OF MYSORE,

General and Revenue DEPTS.

SIR,

In continuation of my letters No.394/194 dated 22nd July, Nos.737/293 & 1223/442 dated 5th & 21st Instant, I have the honor to enclose for the information of Government a copy of the Mysore Government Electrical Power Transmission 2nd Installation Account with Messrs.Coutts & Co., London for July 1903 received with their letter dated 1st August 1903, and to request to be informed whether any instructions have already been issued for the adjustment of the payments made during that month which amounted to£ 4,718-13-0 as suggested in my letter Nos.394/194 and 737/293 dated 22nd July & 5th August 1903.

Pending such adjustment the amount has been credited in my accounts as an advance from Coutts & Co., by debiting it to Capital outlay on the 2nd Installation at the Cauvery Falls.

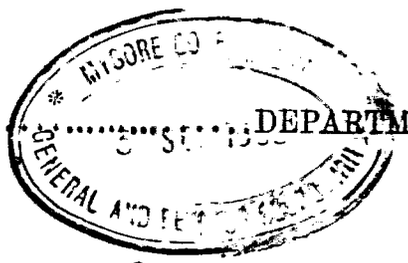
I have the honor to be,

Sir,

Your most obedient servant,

Comptroller.

K 407



..... DEPARTMENT.

1903

From E. R. Sanborger Esq B.A, B.C.E.
~~THE~~ COMPTROLLER,
MYSORE GOVT.

To H. V. Nanjundayya Esq M.A.M.
~~THE~~ SECY. TO GOVT. OF MYSORE,
General & Revenue Dept.

Dated

Despatched 1st August 1903
September

Received

No. 1316 E2

No. 482

SUBJECT MATTER.

Encloses for the information of Government a Copy of mysore Government Electrical Power Transmission 2nd Installation Account with messrs Contto & Co. London for July 1903 & requests to be informed whether any instructions have already been issued for the adjustment of the payment made during the month.

Pending such adjustment the amount has been credited in this office accounts as an advance from messrs Contto & Co by debit to Capital Outlay on the Second Installation at Shivanasamudram Falls

MXCPB—23-3-02—300

Dr. Cr.

Mysore Government

Electric Power Transmission 2nd Installation with Messrs. Coutts & Co.,

---

1903.
July 1. To paid General Electric Co., £ 3450--0--0

" 2. Mechan & Sons., £ 753-18--0

" 3. Escher Wyss & Co., £ 515--0--0

£ 4718-18--0

59 Strand, London. W.C.

1st August 1903.

Sir,

We beg to hand you, herewith, a statement of the account of the Mysore Government, Electric Power Transmission, Second Installation.

We are,
Sir,
Your most obedient servants,

(Signed) Coutts & Co.,

E.R.Subrayer, Esq.,
Comptroller
The Mysore Government
Bangalore, India.

"Copy"

For Messrs Coutts & Co
Accountants

1 17

Treasury Account DEPARTMENT.

OFFICE OF THE

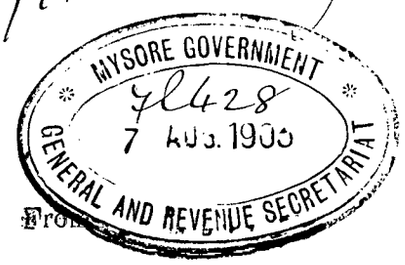
COMPTROLLER, GOVT. OF MYSORE,

BANGALORE, 2nd September 1903.

Inv 1477 91

Sch 10

7



From

Rev.
7-9-03

E. R. SUBRAYER, Esq., B. A. B. C. E

COMPTROLLER, GOVT. OF MYSORE.

To A. V. Narsimdayya Esquire el. A. el L.
~~THE~~ SECRETARY TO THE GOVT. OF MYSORE,
Revenue and General DEPT.

SIR,

In continuation of my letter No. 1316/482 dated 28-8-03/1-9-03, I have the honor to enclose copy of letter dated 13th August 03 received from Messers Lonstat & Co London and to state that they are evidently awaiting definite instructions from the Dewan in regard to the conduct of the new account they have opened for the 2nd Installation & which I beg may be caused to be sent at an early date.

Rev. 11.

Rev. 7-9-03

I have the honor to be

Sir,

Your most obedient Servant,

Comptroller.

DEPARTMENT

1903

From E. R. Lubrayer Esq. B.A
~~THE~~ COMPTROLLER,
MYSORE GOVT.

To H. V. Nanjundayya Esq. M.A M.L
~~THE~~ SECY. TO GOVT. OF MYSORE,
General and Dist.

Dated

Despatched 4-1-04

Received

No. 1477 £1
No.

SUBJECT MATTER.

Encloses copy of letter dated 15th August 1903 from messrs Coutts & Co. London and states that they are evidently awaiting definite instructions from the Dewan as regards the new account the figures for the 2nd Instalment which he begs may be caused to be sent at an early date

59 Strand London
W.C.
13th August 1903.

Sir

We are favoured with your letter dated 22nd ultimo (marked Treasury Account Department 23rd July/03) with enclosures, relative to the Electrical Power Transmission Second Installation and we note that you have requested the Dewan to furnish us with definite instructions as to the conduct of the account.

We are

Sir

Your most obedient Servants

(Sd) Lonthoffs

E. R. Subroyer Esquire
Comptroller
The Mysore Government
Bangalore,
India.

"Copy"

W. Thompson
Comptroller.

Urgent ✓ 18

MYSORE P. W. DEPARTMENT.

No. 60 C.P.S.

CENTRAL OFFICE,

BANGALORE, 17th September 1903.

From W. Mc Hutchin Esquire M. I. C. E. SL No 11
~~THE~~ CHIEF ENGINEER OF MYSORE,
BANGALORE.

To H. V. Nanjundayya Esquire M.A.M.L.
Secretary to the Govt. of H. H. the
Maharajah of Mysore
General & Revenue Departments.

SIR,

With reference to the Comptroller's letter No. 1477 of 2nd Instant, to your address in regard to the conduct of new account opened by Messrs Coutts & Co. London, for the 2nd Installation of C. P. S., I have the honor to inform you that the Comptroller promised to draft the necessary letter to London Bankers for the Dewan's signature. But before he could do so the file of papers connected with the financial arrangement of the 2nd Installation was forwarded to you for circulation to the Councillors, and consequently the Comptroller could not draft the letter. I therefore request you will be so good as to forward the file referred to, to the Comptroller for a day or so at an early date or take the necessary action yourself in the

C 1006
18/9/03 Urgent 26
7L491

1903

MYSORE P.W.D. DEPARTMENT.

No. 60

From W. Mc Hutchin Esqr. M.I.C.E.

~~THE~~ CHIEF ENGINEER OF MYSORE.

Bangalore.

To N. V. Nanjundayya Esqr.
M.A. & M.L.
Secy. to the Govt of H.H. the
Maharajah of Mysore
Genl. Rev: Depts.

Dated Bangalore,

Despatched 17-9-03.

Enclosure No.

SUBJECT.

Requesting to forward at an early date to the Comptroller, the file of papers, connected with the financial arrangement of the 2nd Installation, to enable the Comptroller to draft for the Dewan's signature, the necessary letter to the London Bankers in regard to the conduct of new accounts opened by Messrs. Coutts & Co. London

C
18/9

matter of instructing Messrs Coutts & Co. The letter to Messrs Coutts & Co. can only be sent under the Dewan's own signature, and very early action is desirable. (Vide Comptrollers No. 1223/442 dated 21-8-'03 to your address).

I have the honor to be

Sir,

Your most obedient servant,

N. D. V. Gulston

Chief Engineer of Mysore

JAM

20

OFFICE OF THE COMPTROLLER OF MYSORE,

No. 2230 Bangalore, 22 October 1903.

Sl 2072

From

Henry Eagles, Esq.,
~~E. R. SUBROYER, Esq.,~~

Offg: Comptroller of Mysore.

To

Messrs. Coutts & Co.,

Bankers, 59 Strand,

L o n d o n. W.C.

Gentlemen,

With reference to para 2 of your letter dated 26th August '03 intimating that you are awaiting the Dewans instructions as to the conduct of the Electrical Power Transmission 2nd Installation Account, I have the honor to state that the necessary instruction of the Dewan goes to you by the mail of to-day. Meanwhile I have been directed by the Dewan of Mysore to request you to be so good as to adjust the sum of £ 4,766-15-4 which now stands to debit of the Electrical Power Transmission 2nd Installation Account from the balance at credit of the Royalty Account. Future payments on account of the 2nd Installation, as per Schedule furnished to you by the Dewan, will similarly be met from the Royalty Account credits which you are requested to reserve for that purpose remitting to this office only such amount which may be available after providing for the payments in question.

I have the honor to be,

Gentlemen,

Your most obedient servant,

(Signed) Henry Eagles,

Offg: Comptroller.

P.T. O.

No 2233

4

Copy forwarded to H.V.Nanjundayya, Esq., M.A.M.L. Secretary to the Government of His Highness the Maharaja of Mysore, General and Revenue Departments, for information.

Offg: Comptroller.

X Ref
Fol
24.1.33

No H 1030

Dated Bangalore
22nd October 1903

S H 1013

Messrs. Coutts & Co.
59. Strand.
London. W.C.

Gentlemen,

In your letter to the Comptroller to Mysore Government, dated 13th August 1903, you request to be furnished with definite instructions as to the conduct of the accounts in connection with the 2nd Installation of the Cauvery Power Scheme.

2. The Contract entered into with you provides for your making the payments

Jl. Hrs
26/10/03

This was shown to the Comptroller also. He was asked to write to Messrs Coutts & Co. to say that the balance would be sent, and kept as reserve to meet payments for the II Installation.

This will be sent to the Comptroller & Secy

Done

The Done files consulted.

23.X.03

The Secretary will please minute
what this letter is
all about

required for the work,
up to a limit of
£ 70,000/- according to
requirements. This was
the estimate made
at the outset, but later
on it has been found
that it has to be
increased to £ 85,000.
As after the monthly
adjustments described
below, the limit of
£ 70,000 need not be
exceeded at any time,
I presume that you
will be ready to supply
funds to the full extent
required. I append
two statements shewing
what payments will
be required approximately
in the course of the
work.— A for payments

in England and B
for those in India.

3. The payments that are made by you may be entered in a separate account opened for the purpose. This, it is presumed, will be done only when there is no balance remaining at your hands due to the Government on account of the Gold Royalty and the price of electric power. According to the terms agreed upon you will be pleased to adjust these payments entered in this special account every month by crediting the whole or any portion of the

money which you
may receive during
the month in behalf
of this Government,
on account of the two
items of revenue above
mentioned. Interest
due to you on the
balance of the payments
made by you till such
adjustment is effected
will, of course, be deducted
and debited to yourselves.
I have instructed the
Comptroller not to
withdraw any surplus
that may remain
with you on account
of the Gold Royalty
and the price of the
electric power due
to this State for such